

**Supplemental Reporting Document
Table of Contents
October 2008 Investment Committee Meeting
(August 2008 Reporting Period)**

Activity Reports

- Alternative Investment Management Program
- Real Estate Program
- Risk Managed Absolute Return Strategies Program
- Corporate Governance Program
- Inflation Linked Asset Program



Investment Office

P.O. Box 2749

Sacramento, CA 95812-2749

Telecommunications Device for the Deaf - (916) 795-3240

(916) 795-3400 FAX (916) 795-3344

October 20, 2008

SUPPLEMENTAL ITEM

TO: MEMBERS OF THE INVESTMENT COMMITTEE

- I. SUBJECT:** Activity Reports
- II. PROGRAMS:** Alternative Investment Management (AIM)
Real Estate (RE)
Risk Managed Absolute Return Strategies (RMARS)
Corporate Governance
Inflation Linked Asset Program (ILAC)

III. RECOMMENDATION: Information only

IV. ANALYSIS:

Staff from AIM, RE, RMARS, Corporate Governance, and ILAC are required to report the status of investment proposals received by their respective program on a monthly basis. Staff from these areas have prepared activity reports for the month of August 2008.

V. STRATEGIC PLAN:

Goal VIII: Manage the risk and volatility of assets and liabilities to ensure sufficient funds are available, first, to pay benefits and second, to minimize and stabilize contributions.

Members of the Investment Committee
October 20, 2008
Page 2

VI. RESULTS:

Attached are results containing the status of investment proposals received by AIM, RE, RMARS, Corporate Governance, and ILAC.

Matthew Flynn
Division Chief
Operations, Performance & Technology

Anne Stausboll
Interim Chief Investment Officer



***** OPEN SESSION MATERIAL *****

AIM PROGRAM

SUMMARY MONTHLY REPORT: PROPOSALS IN PROCESS

REPORT PERIOD: 8/1/2008 TO 8/31/2008

ACTIVITY SUMMARIZED	ACTIVITY FOR REPORT PERIOD	2005	2006	2007	2008 YTD	Since Program Inception
<u>INVESTMENT ACTIVITY</u>						
Investment Proposals Entered	33	316	300	443	263	7221
Declined/Referred/Failed to Materialize	33	429	268	388	253	5901
Deals in Screening	29	319	300	443	263	4254
Due Diligence Reviews	10	59	61	76	25	763

Notes:

- Current YTD information is through the end of the report period.
- Deals in Screening and Due Diligence reviews for the activity report period represent deals remaining in Screening and Due Diligence at the end of the report period. For all other time periods, deals in Screening and Due Diligence represent deals which entered Screening or Due Diligence during that time period.



***** OPEN SESSION MATERIAL *****
GLOBAL REAL ESTATE UNIT PROGRAM
SUMMARY MONTHLY REPORT: PROPOSALS IN PROCESS
REPORT PERIOD 8/1/2008 TO 8/31/2008

ACTIVITY SUMMARIZED	ACTIVITY FOR REPORT PERIOD	2005	2006	2007	2008 YTD	Since Program Inception *
<u>INVESTMENT ACTIVITY</u>						
Investment Proposals Entered	7	N/A	N/A	N/A	121	121
Declined/Referred/Failed to Materialize	7	N/A	N/A	N/A	107	107
Deals in Screening	10	N/A	N/A	N/A	12	12
Due Diligence Reviews	1	N/A	N/A	N/A	3	3

Notes:

- Current YTD information is thorough the end of the report period
- Deals in Screening and Due Diligence reviews for the activity report period represent deals remaining in Screening and Due Diligence at the end of the report period. For all other time periods, deals in Screening and Due Diligence represent deals which entered Screening of Due diligence during that time period.

* As of January 2, 2008



**** OPEN SESSION MATERIAL ****
RISK MANAGED ABSOLUTE RETURNS (RMARS) PROGRAM
SUMMARY MONTHLY REPORT: PROPOSALS IN PROCESS
REPORT PERIOD 8/1/2008 TO 8/31/2008

ACTIVITY SUMMARIZED	ACTIVITY FOR REPORT PERIOD	2001	2002	2003	2004	2005	2006	2007	2008 YTD	Since Program Inception
<u>INVESTMENT ACTIVITY</u>										
Investment Proposals Entered	9	88	170	181	59	59	69	90	78	794
Declined/Referred/Failed to Materialize	0	34	81	108	12	7	1	0	0	243
Deals in Screening	9	48	80	72	45	58	68	90	78	539
Due Diligence Reviews	9	48	80	72	45	58	68	90	78	539
Allocations Approved by RMARS Board	5	0	25	8	6	18	52	66	29	204
New ARS Funds approved by the RMARS Board	1	0	12	1	4	7	9	8	3	44
<u>MANAGER AMOUNTS (\$ IN MILLIONS)</u>										
Funded	\$180	\$0	\$485	\$95	\$149	\$783	\$1,809	\$2,499	\$1,029	\$6,849

Notes:

- Current YTD information is through the end of the report period
- Deals in Screening and Due Diligence reviews for the activity report period represent deals remaining in Screening and Due Diligence at the end of the report period. For all other time periods, deals in Screening and Due Diligence represent deals which entered Screening of Due diligence during that time period.

Monday, September 29, 2008

RMARS

******* OPEN SESSION MATERIAL *******
CORPORATE GOVERNANCE PROGRAM
SUMMARY MONTHLY REPORT: PROPOSAL IN PROCESS
REPORT PERIOD 8/1/2008 TO 8/31/2008

ACTIVITY SUMMARIZED	ACTIVITY FOR REPORT PERIOD	2005	2006	2007	2008 YTD *	Since Program Inception *
<u>INVESTMENT ACTIVITY</u>						
Investment Proposals Entered	0	N/A	N/A	N/A	6	6
Declined/Referred/Failed to Materialize	0	N/A	N/A	N/A	5	5
Deals in Screening	N/A	N/A	N/A	N/A	N/A	N/A
Due Diligence Reviews	8	N/A	N/A	N/A	11	11

Notes:

- Current YTD information is through the end of the report period
- Deals in Screening and Due Diligence reviews for the activity report period represent deals remaining in Screening and Due Diligence at the end of the report period. For all other time periods, deals in Screening and Due Diligence represent deals which entered Screening of Due diligence during that time period.

* as of April 1, 2008

Tuesday, September 02, 2008



***** OPEN SESSION MATERIAL *****
ILAC PROGRAM
SUMMARY MONTHLY REPORT: PROPOSALS IN PROCESS
REPORT PERIOD 8/1/2008 TO 8/31/2008

ACTIVITY SUMMARIZED	ACTIVITY FOR REPORT PERIOD	2005	2006	2007	2008 YTD	Since Program Inception
<u>INVESTMENT ACTIVITY</u>						
Investment Proposals Entered	2	N/A	N/A	12	51	63
Declined/Referred/Failed to Materialize	0	N/A	N/A	N/A	8	8
Deals in Screening	0	N/A	N/A	N/A	7	7
Due Diligence Reviews	6	N/A	N/A	N/A	7	7

Notes:

- Current YTD information is thorough the end of the report period
- Deals in Screening and Due Diligence reviews for the activity report period represent deals remaining in Screening and Due Diligence at the end of the report period. For all other time periods, deals in Screening and Due Diligence represent deals which entered Screening of Due diligence during that time period.